Torm No. 35~6 (Dec. 1947)

OUTGOING CLASSIFIED MESSAGE

CENTRAL INTELLIGENCE AGENCY

DECLASSIFIED AND RELEASED BY CENTRAL INTELLIGENCE AGENCY SOURCES METHODS EXEMPTION 382 NAZIWAR CRIMES DISCLOSURE AC BATE 2006

SECRET

PAGE No.

OCI. OME, BCI'

ROUTINE

CENTRAL INTELLIGENCE AGENCY

----FBM (1-2)

1 SEPT 51

CONFIRMATION:

INFORMATION: 2C (13-11-12-13), OPC (14), S/C (15-16-17)

Paraphrase Not Required. Handle as SECRET Correspondence per Pars. 51 (1) 68A AR-320-5

"WILL CONT Rearman

SECRET

CIA PRELIM SO DISSEM OF 1 SEPT 1951

GERMANY, FRANKFURT

EVALUATION:

SUBJECT: GERMAN REMILITARIZATION

CONTROL - U.S. OFFICIALS ONLY

THE FOLLOWING COMMENTS ON THE SUBJECT OF GERMAN REMILITARIZATION HAVE BEEN RECEIVED BY CABLETEROM GIASTAFF MEMBERS IN GERMANY.

THE RECENT REPORTS ON TALKS WITH GENERALY COUNT GERHARD VON SCHWER IN AND KURT SCHUMACHER INDICATE THAT THERE IS STILL CONSIDERABLE DISCREPANCY BETWEEN THE TREND OF OUR REPORTING AND THE MORE OF DIMISTIC ANNOUNCEMENTS OF RECOG AND THE STATE DEPARTMENT. OUR STAFF MEMBERS HAVE DISCUSSED THE SUBJECTS WITH MATURE GERMANS WITH DIRECT ACGESS TO THE OFFICIAL GERMAN VIEWS. THEY REPORT THAT THE GERMANS SEE THE QUESTIONS OF GERMAN REARMAMENT, THE ABOLITION OF THE OCCUP FION STATULE, THE COMPLETION OF A SECURITY PACT WITH THE WEST, THE FINANCING OF REARMAMENT AND THE ADJUSTMENT OF OCCUPATION COSTS AS A SINGEL ISSUE, COMPONENT PARTS OF WHICH CANNOT BE TAKEN OUT OF CONTEXTS AND CONSIDERED SEPARATELY. THE GERMANS HOPE FOR A SOLUTION OF AEL THESE PROBLEMS WITHIN THE NEXT SIX MONTHS BUT THEY

A CONCENSUS OF THE VIEWS OF OUR MOST IMPORTANT SOURCE INCLUDING (MR) THEODORE BLANK, DR. KURT SCHUMACHER, GENERAL VERSCHUER IN GENERAL AND OTHERS, INDICATES THAT TEASING OFFICER OFFI ORIGINATING AND COORDINATING OFFICERSE

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESS

GERMANS WILL CONTINUE TO HOLD OUT FOR THE FOLLOWING PREREGUISITES TO ANY DECISIVE IMPLEMENTATION OF GERMAN REARMAMENT:

- A. FULL MILITARY-TECHNICAL EQUALITY
- B. CONTINUING BUILB-UP OF ALLIEB GROUND STRENGTH IN GERMANY-WITH SOME ASSURANCE THAT THE ALLIES AIM TO FIGHT EAST OF THE RHINE.
- C. A GERMAN DEFENSE MINISTRY, INCLUDING SOME ELEMENTS OF A GENERAL STAFF ORGANIZATION.
- D. REPLACEMENT OF THE OCCUPATION STATUTE BY CONTRACTUAL AGREEMENTS GIVING THE GERMANS FAR-REACHING CONCESSIONS LEADING TO EVENTUAL FULL SOVEREIGNTY.
- 3. IT SHOULD BE EMPHASIZED THAT IN OUR OPINION THE BONN GOVERN-MENT AND THE OPPOSITION ARE IN SUBSTANTIAL AGREEMENT ON THE PREREQUISITES FOR GERMAN REARMAMENT. REPORTS THAT THE BONN GOVERN-MENT IS IN FAVOR OF GERMAN CONTRIBUTIONS UNDER PRESENT CIRCUMSTANCES, WHILE THE SPD IS OPPOSED ARE BOUND TO BE MISLEADING. WHILE THE SPD S BASICALLY NEGATIVE ATTITUDE IS MORE NORMAL, ABENAUER SEEMS TO USE THE PROMISE OF REARMAMENT AS BAIT TO GET IMMEDIATE CONCESSIONS FROM THE HIGH COMMISSION FOR INTERNAL POLITICAL GAINS. AS IS KNOWN, THE GERMANS STATED DURING THE PETERSBURG TALKS THAT THEY WOULD NOT RECOGNIZE THE BRUSSELS PACT. THEIR POSITION HAS NOT CHANGED BUT THEY CHOOSE NOT TO BRING THE MATTER UP AGAIN UNLESS FORCED TO DO

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